



CANADIAN ALLIED PROPERTY  
INVESTMENTS LIMITED

*QAP*

INTERIM REPORT

FOR HALF YEAR ENDED

30th JUNE, 1972



# CANADIAN ALLIED PROPERTY INVESTMENTS LIMITED

And its Wholly-Owned Subsidiary Companies

## CONSOLIDATED STATEMENT OF EARNINGS FOR THE SIX MONTHS ENDED JUNE 30, 1972

	1972 \$	1971 \$
REVENUE		
Property rentals.....	868,660	772,329
Interest income .....	16,250	—
	<u>884,910</u>	<u>772,329</u>
EXPENSE		
Depreciation.....	147,579	147,122
Interest on mortgage indebtedness .....	264,323	269,359
Other expense .....	<u>240,518</u>	<u>211,367</u>
	<u>652,420</u>	<u>627,848</u>
NET RENTAL EARNINGS.....	232,490	144,481
GAIN ON REDEMPTION OF BONDS .....	<u>20,100</u>	<u>—</u>
EARNINGS BEFORE INCOME TAXES .....	252,590	144,481
PROVISION FOR INCOME TAXES .....	<u>103,955</u>	<u>66,425</u>
NET EARNINGS FOR THE PERIOD .....	<u>148,635</u>	<u>78,056</u>

Note: The working capital deficiency is mainly attributable to short-term bank indebtedness incurred by a wholly-owned subsidiary company for construction of a major extension to the Guildford shopping centre. However that company has a commitment from an institutional lender for a \$7,000,000 mortgage loan to provide long-term financing for the extension.

## CONSOLIDATED STATEMENT OF SOURCE AND USE OF WORKING CAPITAL FOR THE SIX MONTHS ENDED JUNE 30, 1972

	1972 \$	1971 \$
SOURCE		
Operations —		
Net earnings.....	148,635	78,056
Items included in net earnings which are not a (source) or use of working capital:		
Gain on disposal of fixed assets.....	(2,113)	—
Depreciation.....	147,579	147,122
Amortization of financing expense...	1,676	1,676
Deferred income taxes.....	50,555	35,000
Portion of long-term lease pre-payments .....	<u>(3,312)</u>	<u>(3,312)</u>
	<u>343,020</u>	<u>258,542</u>
USE		
Advances to Project 200 Investments Limited .....	—	73,060
Additions to fixed assets.....	1,975,531	100,066
Reduction of long-term indebtedness.....	<u>173,174</u>	<u>517,578</u>
	<u>2,148,705</u>	<u>690,704</u>
DECREASE IN WORKING CAPITAL.....	1,805,685	432,162
WORKING CAPITAL DEFICIENCY — BEGINNING OF PERIOD.....	<u>5,073,721</u>	<u>353,905</u>
WORKING CAPITAL DEFICIENCY — END OF PERIOD (NOTE) .....	<u>6,879,406</u>	<u>786,067</u>